

Larry Hogan, Governor · Boyd K. Rutherford, Lt. Governor · Dennis R. Schrader, Secretary

Subject: On July 1, 2022, Maryland Medicaid will increase certain provider rates, pursuant to Senate Bill 290, Senate Bill 295 Fiscal Year 2023 Budget (2022) and the Governor's supplemental budget. The Fiscal Year 2023 impacts on total funds and the program-specific federal fund splits are detailed below. Written comments may be made to Nancy Brown, nancyc.brown@maryland.gov.

Long Term Services and Supports

<u>Community First Choice (CFC:)</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for some CFC services will increase by 12%. This represents an estimated \$55,078,304 increase in total funds for this program. (37.8% percent general funds \$20,819,599; 62.2% percent federal funds \$34,258,705).

<u>Home and Community-Based Options Waiver (HCBOW):</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for HCBOW services will increase by 12%. This represents an estimated \$4,154,764 increase in total funds for this program (43.8% general funds \$1,819,787; 56.2% federal funds \$2,334,978).

<u>Increased Community Services (ICS)</u>: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for ICS services will increase by 12%. This represents an estimated \$3,692,308 increase in total funds for this program (43.8% general funds \$1,617,231; 56.2% federal funds \$2,075,077).

<u>Community Personal Assistance Services (CPAS)</u>: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for CPAS services will increase by 12%. This represents an estimated \$1,075,321 increase in total funds for this program (43.8% general funds \$470,991; 56.2% federal funds \$604,331).

<u>Family Supports Waiver:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Family Supports Waiver services will increase by 8 %. This represents an estimated \$1,100,000 increase in total funds for this program (43.8% general funds \$481,800; 56.2% federal funds \$618,200).

<u>Community Supports Waiver:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Community Supports Waiver services will increase by 8%. This represents an estimated \$4,100,000 increase in total funds for this program (43.8% general funds \$1,795,800; 56.2% federal funds \$2,304,200).

Community Pathways Waiver: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Community Pathways Waiver services will increase by 8%. This represents an estimated \$107,500,000 increase in total funds for this program (43.8% general funds \$47,085,000; 56.2% federal funds \$60,415,000).

<u>Home Health</u>: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for home health services will increase by 4%. This represents an estimated \$47,513 increase in total funds for this program (43.8% general funds \$20,811; 56.2% federal funds \$26,703).

<u>Model Waiver:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for model waiver case management services will increase by 12%. This represents an estimated \$156,252 increase in total funds for this program (43.8% general funds \$68,438; 56.2% federal funds \$87,814).

Brain Injury Waiver: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Brain Injury Waiver services will increase by 11.25%. This represents an estimated \$1,518,081 increase in total funds for this program (43.8% general funds \$664,920; 56.2% federal funds \$853,162).

<u>Waiver for Children with Autism Spectrum Disorder (Autism Waiver)</u>: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for some Autism Waiver services will increase by 12%. This represents an estimated \$7,393,965 increase in total funds for this program (43.8% general funds \$3,238,557; 56.2% federal funds \$4,155,408).

<u>Private Duty Nursing:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for some private duty nursing services will increase by 12%. This represents an estimated \$14,365,565 increase in total funds for this program (43.8% general funds \$6,292,117; 56.2% federal funds \$8,073,447).

Medical Day Care: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Medical Day Care Services Waiver will increase by 12%. The per diem rate will be \$104.80 per unit instead of \$93.58 and the administrative day rate will be \$52.40 instead of \$46.79. This represents an estimated \$10,898,347 increase in total funds for this program (43.8% general funds \$4,773,476; 56.2% federal funds \$6,124,871).

<u>Nursing Facilities</u>: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for nursing facilities will increase by 8%. Additionally, a one-time supplemental payment of \$20M will be allocated across nursing facilities in FY23. This represents an estimated \$131.5 million increase in total funds (43.8 percent general funds and 56.2 percent federal funds).

<u>DDA Targeted Case Management Services</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rate for Developmental Disabilities Administration (DDA) targeted case management (TCM) providers will increase 8 percent. These TCM services

are also called Coordination of Community Services. DDA TCM services target three populations of individuals with developmental disabilities: (1) individuals on the Developmental Disabilities Waiting List who have been determined to have a disability; (2) individuals needing community coordination services; and (3) individuals transitioning to the community. The rate will be \$24.56 for general and \$25.86 for geographic differential rate per unit. This represents an estimated \$6,973,879 total fund increase (43.8 % general funds \$3,054,559 and 56.2% federal funds \$3,919,320).

Emergency Transportation: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for the cost of medical services and transportation provided by emergency medical services providers will increase from \$100 to \$150. This represents an estimated \$5,773,700 total fund increase (43.8% general funds \$2,528,881 and 56.2% federal funds \$3,244,819).

Behavioral Health

Adult Residential SUD: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Adult Residential SUD services will increase by 7.25 percent. This represents an estimated \$12,813,050 increase in total funds (72.2 percent general funds \$9,250,680; 27.8 percent federal funds \$3,562,371)

Community-Based SUD: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Community Based SUD services will increase by 7.25 percent. This represents an estimated \$17,751,327 increase in total funds (36.98 percent general funds \$6,565,123; 63.02 percent federal funds \$11,182,205)

<u>Mental Health:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for mental health services will increase by 7.25 percent. This represents an estimated \$50,084,192 increase in total funds (38% General Funds and 62% federal funds).

Effective July 1, 2022, the reimbursement rates for community based Mental Health services funded through Maryland's Public Behavioral Health System will increase by 7.25 percent. This represents an estimated \$2,451,002 increase in total funds (100 percent general funds)

BH TCM for Adults: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for TCM for adults will increase by 7.25 percent. This rate change represents an estimated \$622,171 increase in total funds (38.39 percent general funds \$2,38.854; 61.61 percent federal funds \$383,317).

BH TCM for Children: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for TCM for children will increase by 7.25 percent. This rate change represents an estimated \$796,542 increase in total funds (37.53 percent general funds \$298,920; 62.47 percent federal funds \$497,623).

<u>BH Health Home:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance Behavioral Health, Health Home program reimbursement rates will increase by 7.25 percent.

This rate change represents an estimated \$734,107 increase in total funds (50 percent general funds \$367,053; 50 percent federal funds \$367,053).

1915i: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for the 1915i Home and Community Based Services Program will increase by 7.25 percent. This rate change represents an estimated \$12,180 increase in total funds (33.51 percent general funds \$4,081; 66.49 percent federal funds \$8,098.)

<u>Therapeutic Behavioral Services:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Therapeutic Behavioral Services will increase by 7.25 percent. This rate change represents an estimated \$317,912 increase in total funds (33.59 percent general funds \$109,797; 66.41 percent federal funds \$211,115).

Medical Benefits Management

<u>Physician E&M:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for covered Evaluation and Management codes will increase to 100% of Medicare rates. This represents an estimated \$11,944,936 increase in total funds (34.71 percent general funds \$4,146,087, 65.29 percent federal funds \$7,798,849).

<u>Dental Services</u>: For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for certain Dental Services will increase by 9.4%. This represents an estimated \$19,500,000 increase in total funds (37.87 percent general funds \$7,384,650; 62.13 percent federal funds \$12,115,350).

<u>REM:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for Rare and Expensive Case Management will increase by 4%. This represents an estimated \$335,516 increase in total funds (47% percent general funds \$157,693; 53% percent federal funds \$177,823).

<u>Applied Behavior Analysis:</u> For dates of service beginning July 1, 2022, the Maryland Medical Assistance reimbursement rates for covered Applied Behavioral Analysis services will increase by 7.25%. This represents an estimated \$40,299,688 increase in total funds (41.2 percent general funds \$16,603,471, 58.8 percent federal funds \$23,696,217).